

State of Utah

Department of Natural Resources

MICHAEL R STYLER Executive Director

Division of Oil, Gas & Mining

> JOHN R. BAZA Division Director

JON M HUNTSMAN, JR

GARY R. HERBERT Lieutenant Governor

October 19, 2005

Mr. Mark Dotson Western Utah Copper Company 1208 South 200 West Milford, Utah 84751

Subject:

Transfer of Notice of Intention, Small Mining Operations, from Nevada Star Resource Corp., OK Copper Mine (S/001/039) to Western Utah Copper Company, WUCC-Palladon (S/001/067), Beaver County, Utah

Dear Mr. Dotson:

On October 6, 2005, we received the completed Transfer of Notice of Intention of Small Mining Operations to transfer the Nevada Star's OK Copper small mine project located in section 7, T27 S, R 11W, Beaver County, Utah to Western Utah Copper Company's WUCC-Palladon Mine site, file M/001/067. We also received an Addendum to your reclamation contract on October 5, 2005

The Division Director signed and executed the transfer document on October 14, 2005, which effectively transfers the responsibility of the OK Copper mining operation and reclamation to you. A copy of the executed transfer form is enclosed for your files. You are now the official party responsible for all mining and reclamation obligations for this project. We have officially released Nevada Star from any further mining and reclamation obligations at this site.

The Director also signed and executed the Reclamation Contract Addendum on October 14th, 2005, which effectively states that all mining (including the OK Copper mine) will stay within a five acre area until the large mining operation (which is currently under review) is approved.

Thank you for your help in finalizing this transfer transaction. If you have any questions or concerns regarding this letter, please contact me at (801) 538-5325.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

Juan M. White

SMW:TM:jb
Enclosure: executed transfer form, signed addendum to the reclamation contract
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